

PRESIDENT: Okay, if it's agreed with Senator Elmer, all right, the amendment is withdrawn. Do you have anything else, Mr. Clerk?

CLERK: Mr. President, Senator Hall would move to amend the bill. Senator Hall.

PRESIDENT: Senator Hall, please.

SENATOR HALL: Mr. President and members, this is an amendment that I did not have time to have drafted and printed in the Journal. But it is an amendment that deals with expansion of the sales tax base and which means that it's basically a reduction in exemptions that are out there for sales tax on services. The bill, I did not...the amendment, I did not print. I didn't desire to kill five trees. It's a 43-page amendment. But, basically, I will read the language to you and it's about one paragraph is all that it takes to explain it. And it reads, "The following services are exempt from the tax imposed by Section 77-2703. Services directly related to the provisions of health care performed by a health care professional licensed pursuant to the Uniform Licensing Law; legal services; services directly related to the provisions of education, including transportation of students; social services provided by nonprofit entities which are exempt under Section 501 of the Internal Revenue Code; services enumerated under Major Group 73 in the Standard Industrial Classification Manual, 1972, as prepared by the Statistical Policy Division of the Office of Management and Budget, office of the President and Veterinary Services." What that means is that exempted out are the health care professionals, legal services, education services, social services that are provided by a nonprofit, business services. And I plan to amend this so that advertising services will be taxed. And that's it. Everything else would fall under the sales tax on services as I...we have had a public hearing and we have debated before. The bill would raise \$56.9 million. The amendment would raise \$56.9 million on an annual basis. At the 4 percent rate for '87-88, the amount of money raised would not be that high. It would only raise about \$38 million; \$38 million in the first year and thereafter 56.9. The types of things that would be taxed would be, for example, communication services, automotive dealers and gasoline service stations, real estate, personal services, things such as miscellaneous repair, amusement and recreation services, finance services. Those are the types of things that would be taxed through this amendment that I offer. What it does is...the amendment is on the Clerk's